narrow construction of its statutory authority to expose the Treasury to claims for just compensation under the Tucker Act.

Finally, there is no basis for arguing that the constitutional concerns expressed in *Bell Atlantic* are absent because ILECs "will obtain compensation from the [competing carrier] for the reasonable costs of co-location." The same argument was raised, and rejected, in *Bell Atlantic* itself. As the D.C. Circuit there explained, "the LECs would still have a Tucker Act remedy for any difference" between what they ultimately receive from those competing carriers "and the level of compensation mandated by the Fifth Amendment." That shortfall could arise in any number of circumstances: it could arise, for example, if the compensation amount ordered by regulators is found to fall short of the constitutionally-prescribed level, or if a competing carrier becomes insolvent before it pays any amount at all to the incumbent whose property has been taken. In any event, D.C. Circuit precedent on this point is clear: even where collocation is accompanied by regulatory compensation, the Commission may not grant rights of physical access to the COs in contexts where Congress has left any doubt about its authority to do so. As such, petitioners' request for a declaratory ruling must be denied.

PETITIONERS CANNOT OBTAIN THE FULL RELIEF THAT THEY REQUEST WITHOUT AN IMPERMISSBLY BROAD RE-DEFINITION OF THE STATUTORY TERMS "CONDUIT." "DUCT" AND "RIGHT-OF-WAY"

Assuming arguendo that Sections 251(b)(4) and 224 grant a right of access to LECs'
COs, petitioners still could not obtain the relief that they seek without an impermissibly broad
construction of such statutory terms as "conduit," "duct" and "right-of-way". Petitioners
acknowledge that Commission regulations define "conduit" as "a structure containing one or

¹⁹ Bell Atlantic, 24 F.3d at 1445 n.3.

²⁰ Ibid.

²¹ Ibid.

more ducts, usually placed in the ground, in which cables or wires may be installed."²² Industry-wide usage makes clear that a "conduit" is "[a] pipe, usually metal but often plastic, that runs either from floor to floor or along a floor or ceiling to protect cables."²³ But petitioners would define the term to include such items as "clips, straps, or racks," solely on the ground that they are "structure[s]" that "hold wiring."²⁴ Their definitional approach necessarily embraces far too much to remain plausible. The CO itself is a "structure" that "holds wiring." Because petitioners detach their construction from the common usage of the term, the logical consequence of their approach is to include the entire CO as such within the definition of "conduit." Such an outcome is absurd and would not withstand judicial scrutiny if the Commission adopted petitioners' proposed definitions.

Similarly unpersuasive is petitioners' effort to characterize "clips, straps, and racks" as "ducts." Such items are obviously not "enclosed raceway[s]" within the Commission's regulatory definition. The Commission has further explained that a "conduit consists of one or more ducts, which are the *enclosures* that carry the cables." In the *Competitive Networks Order*, the Commission concluded that "the obligations of utilities under Section 224 encompass in-building facilities, such as riser conduits, that are owned or controlled by a utility.... Our interpretation of Section 224 is also consistent with industry practice, in which the terms duct

²² Petition at 9.

²³ Newton's Telecom Dictionary 217 (16 1/2 ed. 2000).

²⁴ Petition at 9-10.

^{25 47} C.F.R. § 1.1402(k).

²⁶ In the Matter of Amendment of Rules and Policies Governing Pole Attachments, Report and Order, 15 FCC Rcd. 6453, 6491-92 ¶ 77 (2000) (emphasis added).

and conduit are used to refer to a variety of *enclosed* tubes and pathways, regardless of whether they are located underground or aboveground."²⁷

As to the scope of the term "right-of-way," the Commission held in the Local

Competition Order:

We do not believe that section 224(f)(1) mandates that a utility make space available on the roof of its corporate offices for the installation of a telecommunications carrier's transmission tower, although access of this nature might be mandated pursuant to a request for interconnection or for access to unbundled elements under section 251(c)(6). The intent of Congress in section 224(f) was to permit cable operators and telecommunications carriers to "piggyback" along distribution networks owned or controlled by utilities, as opposed to granting access to every piece of equipment or real property owned or controlled by the utility.²²

However, in its recent Competitive Networks Order, the Commission, while reaffirming that general point, nonetheless determined that "a 'right-of-way' under Section 224 includes property owned by a utility that the utility uses in the manner of a right-of-way as part of its transmission or distribution network." Petitioners argue that "any wiring or transmission facilities in ILEC central offices extending from or to switches is distribution plant" for these purposes. Petitioners' interpretation of "distribution" is unreasonably broad. In other contexts, the

In the Matter of Promotion of Competitive Networks in Local Telecommunications Markets, First Report and Order, 15 FCC Red. 22983, 23019 ¶ 8074 (2000) (emphasis added) ("Competitive Networks Order").

In the Matter of Implementation of the Local Competition Provisions in the Telecommunications Act of 1996, First Report and Order, 11 FCC Rcd. 15499, 16084-85 ¶ 1185 (1996) (footnotes omitted).

²⁹ Competitive Networks Order, 15 FCC Rcd. at 23021 ¶ 83 (emphasis added).

³⁰ Petition at 12 (emphasis added).

See, e.g., In the Matters of Deployment of Wireline Services Offering Advanced
Telecommunications Capability, Third Report and Order, 14 FCC Rcd. 20912, 20914 n.4 (1999)
("Digital transmission technologies have been used for some time in the network 'backbone'

however, what (if any) additional facilities the Commission may have intended to include when it extended the scope of Section 224 -- almost as an afterthought -- to the "transmission . . . network." Clearly, petitioners find no support for their overly-broad definition of right-of-way in case law or industry usage.³²

IV. COLLOCATORs HAVE THE RIGHT TO DIRECTLY INTERCONNECT WITH AND OBTAIN TRANSPORT FACILITIES FROM THE PROVIDER OF THEIR CHOICE

Any rights that a competitive fiber provider may have to access collocation space in an ILEC CO flow from Section 251(c)(6) and the rules that the Commission has promulgated in implementing this statutory provision. As such, a CFP has a right to bring its fiber into an ILEC CO if it is also a CLEC and has leased collocation space or if a collocator has entered into an agreement to lease facilities from the CFP. In the former case, as both a CLEC and a CFP the

facilities, and now are starting to appear in the local feeder and distribution plant."); In the Matter of Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, Third Report and Order and Fourth Further Notice of Proposed Rulemaking, 15 FCC Rcd. 3696, 3789-90 \[206 (1999) (explaining that the feeder distribution interface is the point where the "trunk line..., leading back to the central office, and the 'distribution' plant, branching out to subscribers, meet"); Public Notice, Common Carrier Bureau and Office of Engineering and Technology Announce Public Forum on Competitive Access to Next-Generation Remote Terminals, 15 FCC Rcd. 23208, 23209 (2000) ("Digital loop carrier systems pose additional difficulties for unbundling for competitive LECs who want to access the loop in the incumbent LEC's central office, because the copper loop to the subscriber (which is needed for xDSL- based services) is only available in the distribution plant, between the remote terminal (or optical network unit) and the network interface device at the customer's premises."). Cf. Newton's Telecom Dictionary 279 (16 1/2 ed. 2000) (defining "distribution" as, inter alia, "[t]he portion of a switching system in which a number of inputs is given access to an equal number of outputs").

These substantive definitional problems point out an additional procedural defect with the Petition. Petitioners are plainly seeking a substantive change in the Commission's rules, not the type of "clarification" that may appropriately be sought through a petition for declaratory judgment. The proper vehicle for such proposals is a rulemaking proceeding, not a petition for declaratory judgment. See, e.g., In the Matter of GVNW Inc. Management Petition for Declaratory Ruling, or Alternatively, a Waiver of Section 36.612(a) of the Commissions Rules USF Data Collection, Order, 11 FCC Rcd. 13915, 13918 ¶ 10 (1996) (petition for declaratory ruling is inappropriate where petitioner seeks "[s]ubstantive modifications" to Commission rules; such modifications "require a rulemaking").

CFP has an independent right of access. In the latter case, the CFP stands in the shoes of the collocator and is acting as his agent or subcontractor. The ILEC may not unduly restrict collocators in their choice of transport providers by requiring CFPs to comply with unnecessary and uneconomically burdensome procedures or methods for accessing collocation space.³³

Consistent with our advocacy in the collocation proceeding, it is Qwest's position that the collocation provisions of the Act, when properly interpreted, provide considerable flexibility for CLECs and CFPs to access each other on reasonable terms in the central office. In the collocation proceeding, Qwest argued that it would not be just and reasonable to deny a collocator who otherwise meets the "necessary" standard (i.e. for interconnection or access to UNEs) additional incidental (and reasonable) uses of the collocation space, such as cross-connects to other CLECs that are otherwise lawfully collocated in the central office.³⁴ Owest

Id. at 20-21.

³³ Qwest discussed this issue at length in its comments in the Collocation Remand proceeding which are attached hereto. For example in its comments, "Qwest urge[d] the commission to require incumbent LECs to:

honor the ROW/conduit access provisions of the interconnection agreements and prohibit the incumbent LECs from requiring separate, duplicate contracts in order to obtain access to manholes; and

ensure that CLECs can continue to have the option of having ROW/or conduit
access issues addressed as part of a single, comprehensive interconnection
agreement that must be filed and approved by the state commissions."

³⁴ See Qwest Comments in the Collocation Remand proceeding, CC Docket Nos. 98-147 and 96-98, filed Oct 12, 2000, at 16-17 ("Qwest Collocation Comments") "The Act, however, does not allow a CLEC to obtain collocation from an ILEC for the sole or primary purpose of cross-connecting to other CLECs. Indeed, cross-connecting to other CLECs does not equate to interconnection with the [incumbent] local exchange carrier's network, [47 U.S.C. § 251(c)(2)] or access to the unbundled network elements of the incumbent LEC; [47 U.S.C. § 251(c)(3)] nor can it be argued that cross-connects are necessary to access the UNEs of, or achieve interconnection with, the incumbent LEC as required by section 251(c)(6). [Footnote omitted.] Where a CLEC does not otherwise meet the standards set forth in that provision, there can be no justification (or authority) for requiring the incumbent LEC to permit such cross-connects."

submits that such an incidental use of the space includes CLEC to CLEC cross-connects which allow a collocated CLEC to reach a CFP's facilities through another CLEC's collocation space.

By this method, a CFP may effectively interconnect with several CLECs lawfully collocated in a CO without collocating or running fiber to multiple collocation arrangements.

Thus, petitioners are incorrect to the extent that they contend that the Commission's rules prevent them from reaching their customers that are collocated in ILECs' COs. However, if a specific ILEC's procedures obstruct CFPs from serving collocated customers, it is a matter for a complaint proceeding not a declaratory ruling.

V. VERIZON'S CATT SERVICE IS A REASONABLE AND FEASIBLE MEANS OF ALLOWING CFPS TO EFFICIENTLY SERVE COLLOCATORS

Competitive fiber providers may be providing service to numerous collocators in a single ILEC CO. In such cases, it is in the interest of both the CFPs and ILECs to allow the CFPs to interconnect with collocating carriers in the most efficient manner. Verizon's Competitive Alternate Transport Terminal ("CATT") service appears to be an efficient means of allowing CFPs to serve multiple collocators in a single CO. This service allows CFPs to access a shared splice point, the CATT, in the CO for the purpose of terminating competitive fiber for distribution to individual collocators. If services similar to CATT were made available to CFPs by other ILECs, the process of serving multiple collocators would be simplified for both the CFPs and the ILECs.

As was mentioned above, Qwest uses third-party fiber providers to deploy local networks in areas where it has not yet completed construction of its own network facilities. In Verizon's

³⁵ The CATT can be found at URL: http://www.BellAtlantic.com/wholesale/html/customer_doc.htm . Click on CLEC Handbooks, Volume 3, then go to Section 4.6.

territory, where CFPs have the ability to access CLEC collocation sites using Verizon's CATT service, Qwest has been able to meet CFPs in COs rather than in a manhole. Conversely, in those regions where a CATT-type service is not available, Qwest is usually required to interconnect with CFPs outside the CO. In such situations, Qwest normally must construct new facilities outside the CO to reach a "meet point" to connect with a collocator fiber provider. This greatly increases the expense and time required to gain access to competitive fiber transport.

In addition to using CFPs, Qwest would like the opportunity to act as a CFP since it has fiber rings in many out-of-region metropolitan areas. In those cases where Qwest has collocated in an ILEC CO and has pulled its own fiber (into its collocation space), it would like to provide other collocated CLECs with an alternative means of transport. Verizon's CATT service allows Owest to serve these CLECs in a timely and efficient manner.

CATT-type arrangements also provide benefits to the ILEC including:

- Conservation of conditioned collocation space -- CATT service is advantageous for both ILECs and competitive fiber providers since it allows competitive fiber providers to use lower-cost <u>unconditioned</u> CO space; thereby allowing ILECs to conserve more costly conditioned space for collocators requiring the placement of specialized telecommunications equipment.
- An efficient and administratively simple method for ILECs to allow CFPs to interconnect with multiple collocated CLECs. Thereby, avoiding the necessity of bringing multiple fiber runs into an ILEC CO.

VI TELECOMMUNICATION'S CARRIER'S HAVE A RIGHT OF ACCESS TO MANHOLE ZERO UNDER SECTION 224(f)(1)

Petitioners ask the Commission to "specifically determine that 'manhole zero' is subject to the nondiscriminatory access obligation of Section 224(f)(1)." This is a reasonable request

³⁶ While Qwest Corporation, Qwest's ILEC operation, does not yet have such a service offering, it is seriously considering doing so in the near future.

³⁷ Petition at 18.

and should be granted if the Commission chooses to formally address the specifics of the Petition. Regardless, Qwest is of the opinion that manhole zero is a part of a LEC's conduit systems. As such, other telecommunications carriers have a nondiscriminatory right-of-access to manhole zero under Section 224(f)(1).

It is difficult to satisfy the nondiscriminatory access requirement if LECs do not have reasonable processes and procedures in place to accommodate requests for access. As Qwest pointed out in its earlier comments in the Collocation Remand proceeding, out of region (*i.e.*, outside of Qwest Corporation's 14-state service area) Qwest has encountered numerous challenges/obstacles in gaining access to manhole zero from other ILECs. At a minimum, the Commission should require ILECs to have a uniform process within their service areas, unless a state pole attachment act controls and has different requirements. Not only would uniform processes reduce the burden on new entrants, they also appear to be a more efficient way for ILECs to operate. Even in those cases where ILECs have defined processes, the processes often are not being followed. This cannot be allowed to continue -- nondiscriminatory

³⁸ Owest Collocation Comments at 18-23.

³⁹ 47 U.S.C. § 224(c)(1).

⁴⁰ "For example, in the SWBT territory of SBC, the process of having manholes assigned is included in the collocation application process. However, in the Ameritech territory and the Pacific Bell territory, completely separate manhole applications must be submitted. In Ameritech, the applications can be submitted to a centralized Structure Access Center, however in Pacific Bell, the applications must be filed with a variety of regional contacts depending upon the city in which the manholes are required. In addition, in California, Pacific Bell will not accept applications from personnel at a CLEC whose names are not pre-designated on a list that the CLEC must maintain with Pacific Bell (a CO 4926 form). Finally, Qwest has encountered delays in having incumbent LECs assign manholes until the incumbent LEC is provided a detailed map of Qwest's local network - a map which is not necessary in order for the incumbent LECs to assign the manholes on their own network." (Qwest Collocation Comments at 20-21.) Needless to say, as this example demonstrates, a single process would increase the efficiency of both telecommunications carriers seeking access and ILECs.

⁴¹ Id. at 22.

processes are meaningless unless they are followed. Of equal importance to Qwest is the time required to access manholes. In some cases, intervals have been unreasonably long. LECs' processes should be based on reasonable intervals that are clearly spelled-out in applications and other relevant documents.

VII. CONCLUSION

For the foregoing reasons, the Commission should decline to expand the scope of Sections 224(f)(1) and 251(b)(4) as petitioners request. Such a broad expansion in the Commission's takings authority would neither be lawful nor in the public interest. Moreover, it appears that much of the relief that petitioners seek is not necessary because CFPs already have significant rights to interconnect with customers that are collocated in ILECs' COs.

Respectfully submitted,

QWEST COMMUNICATIONS INTERNATIONAL INC.

tannon foe

By:

Sharon J. Devine James T. Hannon

Suite 700

1020 19th Street, N.W. Washington, DC 20036

(303) 672-2860

April 23, 2001

DOCKET FILE COPY ORIGINAL

RECEIVED

Before the FEDERAL COMMUNICATIONS COMMISSION Washington, DC 20554

APR 23 2001

In the Matters of)	OFFICE OF THE SECRETARY
Deployment of Wireline Services Offering Advanced Telecommunications Capability))	CC Docket No. 98-147
And)	
Implementation of the Local Competition Provisions of the Telecommunications Act of 1996)	CC Docket No. 96-98

COMMENTS OF OWEST COMMUNICATIONS INTERNATIONAL INC.

Robert B. McKenna Blair A. Rosenthal Suite 700 1020 19th Street, N.W. Washington, DC 20036 (303) 672-2861

Attorneys for QWEST COMMUNICATIONS INTERNATIONAL INC.

Of Counsel, Dan L. Poole

October 12, 2000

"COURTESY COPY"

TABLE OF CONTENTS

	Page
I.	INTRODUCTION 2
	A. Proper Interpretation of the "Necessary" Standard Need not Impede Advancement of the Act's Goals and Objectives
	B. Rules or Policies which Serve as a Primary Purpose to Reduce the Value of the Collocation Product are not Mandated by the Act4
	C. The Commission Should not Devise Pricing Rules that Motivate Incumbent LECs to Seek to Avoid Collocation
	D. Qwest's Current In-Region Collocation Policies Have Resulted in Significant Space Dedicated to Collocation
II.	COMMENTS ON THE SECOND FURTHER NOTICE OF PROPOSED RULEMAKING IN CC DOCKET NO. 98-1478
	A. Meaning of "Necessary" under Section 251(c)(6)8
	B. Removal of Obsolete Equipment
	C. Functionality of Equipment CLECs Seek to Collocate
	D. Line Cards
	E. Limitations on Services Provided by a Collocator15
	F. Cross Connections between Collocators
	G. Points of Entry into Incumbent LEC Central Offices
	H. Selection of the Actual Physical Collocation Space
	I. Collocation at Remote Incumbent LEC Premises25
	1. Disclosure of Information Concerning Remote Terminals
	2. Line Card Collocation28
	3. Zoning and Rights-off-Way Issues
	4. Virtual Collocation in Remote Locations30
	J. Provisioning Intervals31
	•

	K. Space Reservation Policies	32
III.	COMMENTS ON FIFTH FURTHER NOTICE OF PROPOSED RULEMAKING IN CC DOCKET NO. 96-98	33
	A. Loops and Interoffice Transport	33
	B. Subloops	34
	C. Spare Copper	38
	D. Cross Connection	40
IV.	THE COMMISSION MUST RECOGNIZE THAT PRIVATEPROPERTY RIGHTS REMAIN OF CRITICAL IMPORTANCE	41
	ATTACHMENT Petition of Qwest Corporation for Clarification or, in the Alternative, Reconsideration, CC Docket Nos. 98-147 and 96-98, filed electronically on October 10, 2000 (receipt included)	

SUMMARY

These Comments mark the first time that the new Qwest Communications International, Inc. ("Qwest"), following its merger with U S WEST, Inc., has weighed in on any significant issues involving local competition. With this merger Qwest became a unique entity in the telecommunications landscape. Qwest is now a large interexchange carrier, competitive local exchange carrier ("CLEC"), and data local exchange carrier ("DLEC"), while simultaneously being a Bell operating company and large incumbent local exchange carrier ("incumbent LEC"). As such, Qwest is both a major purchaser and provider of collocation. Accordingly, Qwest is in the unique position of having to balance the need and desire of a CLEC for collocation space for its own uses with the totally lawful desire of an incumbent LEC to make use of its own private property for its own uses. The balancing of these competing interests within Qwest as a whole, is very much like the balancing that the Commission will undertake in adopting rules that best meet the goals and aims of the Telecommunications of 1996 (the "Act").

Qwest has attempted to reflect this balancing in these comments. The central points in the comments are summarized as follows.

In terms of redefining the "necessary" standard of section 251(c)(6), Qwest submits that a particular piece of equipment is "necessary" for interconnection or access to unbundled network elements ("UNEs") when that equipment is actually used for one or both of those purposes and collocation is necessary for the equipment to be used in a competitively meaningful fashion. In other words, the necessary

part of the equation applies to the collocation of the equipment, not to the equipment itself.

It is also Qwest's view that if the primary purpose for collocating a given piece of equipment is interconnection or access to UNEs, then the CLECs should be permitted to collocate the equipment even if the equipment is multi-functional, and performs other reasonable ancillary functions that do not constitute interconnection or UNE-access functions. Moreover, once a CLEC lawfully obtains a collocation arrangement—i.e., by placing equipment that is both necessary to and actually used for interconnection or access to UNEs—then the CLEC should be allowed to deploy all reasonable ancillary functions of that equipment. This standard should apply even if the ancillary functions involve services not strictly defined as telecommunications service (although, functions totally unrelated to telecommunications should be prohibited).

Similarly, although a CLEC should not be allowed to collocate for the sole purpose of obtaining a cross-connection with another CLEC, once a CLEC lawfully obtains a collocation arrangement, it should be allowed to cross-connect to other collocators.

With respect to points of entry to incumbent LEC central offices, Qwest submits that the incumbent should be required to designate the appropriate point of entry for CLECs. Similarly, Qwest believes that incumbents should have the discretion to select the actual physical location of a CLEC's collocation space. The incumbent must act reasonably in doing so, however, and may not intentionally

place CLECs in a difficult to use or isolated space when more suitable space is available.

Qwest also supports physical collocation of CLECs at remote incumbent LEC premises, and, as an incumbent, offers several products to accommodate such requests. Where space is not sufficient to allow a CLEC to occupy an entire shelf in a remote terminal, then space is also not sufficient for a virtual remote collocation. Lastly, Qwest does not support the collocation of a single line card (as opposed to an entire shelf) at this time because a number of technological issues make it unworkable; should these technological issue be resolved, however, the Commission should revisit the issue, consistent with the requirements of the Act and the evolving marketplace.

With regard to the deployment of new network architectures, Qwest believes that the loop is properly defined as the physical transmission path between Qwest central offices and the customer premises. Qwest believes that dense wavelength division multiplexing should be treated as an additional capability of the loop and not as capacity of the fiber loop itself. Additionally, it is Qwest's position that unbundled dedicated transport should not be considered part of the loop—it is simply the provision of bandwidth between two offices.

With regard to the retirement of copper facilities, in many cases, any overlay of fiber does not mean that existing copper is abandoned—it is often converted to distribution facilities, and not retired at the time of the fiber placement. Further,

Qwest does not support the concept of state or federal approval of the retirement of obsolete loop plant.

Finally, Qwest submits that it is technically feasible for carriers to access the subloop by collocating at the remote terminal, and the Commission should require incumbent LECs to allow carriers to access the subloop at the remote terminal.

Before the FEDERAL COMMUNICATIONS COMMISSION Washington, DC 20554

In the Matters of)
Deployment of Wireline Services Offering Advanced Telecommunications Capability) CC Docket No. 98-147
And)
Implementation of the Local Competition)
Provisions of the Telecommunications Act of 1996) CC Docket No. 96-98

COMMENTS OF OWEST COMMUNICATIONS INTERNATIONAL INC.

Qwest Communications International Inc.¹ ("Qwest") hereby submits its

Comments in response to the Federal Communications Commission's ("FCC" or

"Commission") Second Further Notice of Proposed Rulemaking in CC Docket No. 98
147 ("Second Further Notice") and Fifth Further Notice of Proposed Rulemaking in

CC Docket No. 96-98 ("Fifth Further Notice"), released August 10, 2000. In the

comments that follow, Qwest sets forth responses to a number of the Commission's

questions in these dockets, in addition to specifying the principles underlying

Qwest's approach which should guide the Commission in revisiting its collocation

rules.

On June 30, 2000, U S WEST, Inc. merged with and into Qwest Communications International Inc. U S WEST, Inc. was the parent and sole shareholder of U S WEST Communications, Inc. U S WEST Communications, Inc. was renamed Qwest Corporation on July 6, 2000.

I. INTRODUCTION

On June 30, 2000, Qwest Communications International Inc. merged with U S WEST, Inc. With this merger Qwest, which already was a large interexchange carrier and competitive local exchange carrier ("CLEC"), acquired U S WEST Communications, Inc. (later renamed Qwest Corporation), a Bell operating company and incumbent local exchange carrier ("incumbent LEC") in its fourteen state region. The resulting merged entity stands unique on the United States regulatory landscape. Qwest is both a major incumbent LEC and a major CLEC, and now approaches this Commission as simultaneously a major seller and purchaser of collocation space. Hence, Qwest is in the unique position of having to balance the need and desire of a CLEC for collocation space for its own uses, and the totally lawful desire of an incumbent LEC to make use of its own private property for its own uses. In a very real sense, this Commission can make no decision in this docket which is a total victory for Qwest, because the unmitigated self interest of an incumbent LEC and a CLEC would, if not checked by the counterweight which Qwest's ownership structure now provides, lead to positions which by their very nature were contradictory. The balancing of the two interests within Owest proper is very much like the balancing which the Commission itself must undertake in determining a proper regulatory structure which can best meet the goals and aims of the 1996 Telecommunications Act.

We attempt to reflect this balancing in these comments. The Commission will note that many of the results which Qwest has reached herein differ somewhat from what either of the pre-merger parts of Qwest had advocated in the past.

Where such shifts have occurred, it has been a result of our ability to perceive a somewhat larger picture and the necessity to examine sympathetically a larger number of options than required by the pre-merger operations of either company. We set forth in this introduction some basic principles which have guided our analysis and which can form a backdrop for further analysis by the Commission itself.

A. Proper Interpretation of the "Necessary" Standard Need not Impede Advancement of the Act's Goals and Objectives.

The Commission's original rules fared badly in court because the Commission attempted to define the word "necessary" in the Act as meaning only "useful," a word which carries a far less rigorous meaning than does "necessary." Obviously Qwest is not going to suggest that the Commission repeat its efforts to create a new definition of "necessary" in this docket. However, it is important to state early on that proper definition of the term "necessary" does not carry the dire consequences which obviously concerned some at the time the initial collocation rules were adopted. We view a piece of equipment as being "necessary" for interconnection or access to network elements when that equipment is actually used for one or both of those purposes and collocation is necessary for the equipment to be used in a competitively meaningful fashion. In other words, the necessary part of the equation applies to the collocation of the equipment, not to the equipment itself. If significant efficiencies can be obtained in using the equipment at a collocated site which would not be available elsewhere, and the equipment is actually used for interconnection or access to network elements, then it would seem to meet the

"necessary" test under Section 251(c)(6) of the Act. Qwest notes that the test it proposes was not intended to make it more difficult for CLECs to collocate their equipment in incumbent LEC premises. The following types of equipment would apparently meet this standard: transmission equipment, including multiplexers; ATM switches; DSLAMs; routers and concentrators; frame relay switches; and Ethernet switches.

B. Rules or Policies which Serve as a Primary Purpose to Reduce the Value of the Collocation Product are not Mandated by the Act.

Much of the focus of the two Notices in the Collocation Order is on how a CLEC can lawfully use equipment which is collocated on an incumbent LEC's property. Can the CLEC connect the equipment with the equipment of another CLEC?¹ Can the CLEC use functions in equipment which do not meet the "necessary" test of Section 251(c)(6) of the Act, even though the equipment provides many functions which are necessary for interconnection or access to unbundled elements?¹ Qwest submits that too much focus on the actual use of equipment collocated on the premises of an incumbent LEC is not productive. Obviously some examination is necessary to determine whether a CLEC can enlist the government to require the incumbent LEC to permit collocation at all. Unless the equipment is actually used for interconnection or access to elements, then the Commission has no power to require that it be collocated, whether the "necessary" test is met or not.

But once it has been determined that a particular piece of equipment does indeed

² Second Further Notice at ¶¶ 88-92.